

FEDERAL BUREAU OF INVESTIGATION

Reporting Office CHICAGO	Office of Origin CHICAGO	Date 1/19/65	Investigative Period 10/26/64 - 12/31/64
TITLE OF CASE LOUIS ARGER, aka		Report made by SA JOHN H. WILMES	Typed By: dpd
		CHARACTER OF CASE AR	

REFERENCE: Report of SA JOHN H. WILMES at Chicago,
dated 10/26/64.

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ENCLOSURES (2) TO BUREAU

Two (2) copies of a letterhead memorandum
setting forth characterization of informants used in
this report.

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will conduct and
report investigation regarding activities and associates
of the subject.

Approved <i>[Signature]</i>	Special Agent In Charge	Do not write in spaces below		
Copies made: ③ - Bureau (92-5794) (Encl. 2) 1 - USA, Chicago 2 - Chicago (92-1039) <i>1-D [unclear] 1/27/65</i> <i>1-B [unclear]</i>		92-5794	-21	REC-137
		JAN 21 1965		
		STAT. SECT.		

64 FEB 1 1965

CG 92-1039

ADMINISTRATIVE

An informant advised in November, 1964, that

[REDACTED]

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Informant advised in November, 1964, that ARGER

[REDACTED]

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An informant advised in October, 1964, that a Chicago Policeman named [REDACTED] who is a close friend of LOUIE ARGER is Captain [REDACTED] in the 16th District.

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An informant advised in November, 1964, that the Crossroads Restaurant at 400 South State Street is

[REDACTED]
the [REDACTED] LOUIE ARGER and that the arcade at 430 South State Street is rented through [REDACTED] of Barton Distillery Company, Bardstown, Kentucky.

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CG 92-1039

INFORMANTS

<u>Person Contacted</u>	<u>Date</u>	<u>Contacting Agent</u>
CG T-1 is [REDACTED] Investigator, Immigration and Naturalization Service	12/22/64	SA JOHN H. WILMES b7C per USCIS
CG T-2 is PCI [REDACTED]	11/10/64	SA JOHN H. WILMES
CG T-3 is [REDACTED]	11/6/64	SA JOSEPH G. SHEA b6 b7C b7D
CG T-4 is [REDACTED]	11/10/64	SA PETROS A. KOTSOS
CG T-5 is PCI [REDACTED]	10/27/64	SA [REDACTED]
CG T-6 is [REDACTED]	10/26/64	SA JOSEPH G. SHEA

[REDACTED]
[REDACTED]

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago

Report of: SA JOHN H. WILMES
Date: 1/19/65

Office: Chicago

Field Office File No.: 92-1039

Bureau File No.: 92-5794

Title: LOUIS ARGER

Character: ANTI-RACKETEERING

Synopsis:

LOUIS ARGER resides at 6128 North Keating, Chicago, Illinois. ARGER has no health problem since heart attack in 1964. Motorboat used by ARGER purchased for \$4,500 by [redacted] through Rodi Boat Sales, Chicago. No further activity regarding citizenship status hearing for ARGER. Subject reportedly travelled to Las Vegas, Nevada, in November, 1964. No record of employment of MAX GROSS at Star and Garter. Automobile at ARGER's residence 12/10/64 registered to [redacted] Chicago Police Department detective. Former stripper at Holiday Lounge advised ARGER is actual owner of Holiday Lounge.

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DETAILS:

I. BACKGROUND

Residence

On December 23, 1964, subject was observed to maintain his residence at 6128 North Keating, Chicago, Illinois.

Status of Health

The subject appears to be in good health and there has been no report of any illness since he recovered from a myocareial infarction in April, 1964.

Motorboat Used by Subject

FEDERAL BUREAU OF INVESTIGATION

Date 11/9/641

[redacted], advised he is the [redacted] of Rodi Boat Sales located at 2500 South Ashland Avenue in Chicago, Illinois. He furnished the following information in May, 1964:

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[redacted] contacted [redacted] regarding the purchase of an inboard motor boat from Miller Yacht Sales in Fort Lauderdale, Florida. [redacted] a boat company in Fort Lauderdale and was previously acquainted with [redacted] in Chicago. [redacted] was described as a gambler from the Chicago area.

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The boat, a Shepard 26 foot "glorified speedboat", was up for sale by Miller and the asking price was \$6,000. [redacted] purchased the boat for \$4,500 and in the opinion of [redacted] it was actually worth less than \$3,000. [redacted] gave [redacted] \$4,500 in cash which was carried by him to Florida for purchase of the boat. [redacted] did not receive a commission on the sale of the boat and as far as he knows [redacted] did not receive a commission either. The boat was trucked from Florida to Lake Michigan by [redacted]. He had asked \$600 for this service but only received \$350 for it.

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[redacted] furnished copies of Miller Boat Sales invoice regarding sale of the boat and also a letter received by his firm from Miller Yacht Sales which are being maintained in the Chicago Office file.

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On 10/30/64 at Chicago, Illinois File # CG
by SA [redacted] and SA JOHN H. WILMES/pan Date dictated 11/4/64

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Citizenship Status

CG T-1 advised in December, 1964, that no decision has been received from the Attorney General's Office regarding proceedings against LOUIS ARGER for revocation of citizenship.

Travel

CG T-2 advised in November, 1964, that LOUIS ARGER departed in early November for Las Vegas, Nevada, and also planned to visit Los Angeles, California.

The Las Vegas Office advised by communication dated November 24, 1964, that extensive checks were made of various parking lot areas and downtown hotels and casinos regarding LOUIS ARGER during both a daytime and a nighttime with negative results.

Arrest Record

On October 30, 1964, IC [redacted] determined through the records of the Chicago Police Department that on February 28, 1964, before Judge JONES, LOUIS ARGER, CB Number 1452592, on a charge of being an inmate in a house of prostitution on February 6, 1964, was given "leave to file denied". This disposition is listed in Chicago Police Department files in the arrest record of LOUIS ARGEROS, date of birth July 4, 1907, Identification Record Number 37922.

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II. ASSOCIATES

On October 30, 1964, [redacted]

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[redacted] advised that her records indicate MAX GROSS is a tenant in Oglesby Towers located at 6700 South Oglesby in Chicago. GROSS is listed in her records as a liquor salesman for the Union Liquor Company, 3247 South Kedzie in Chicago at

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a salary of \$12,000.00 a year. He is married and lives with his wife and son. He has rented at Oglesby Towers since October 1, 1963, and previously lived at 2640 Cornell where he owned his residence. There is no indication in her files of any employment of GROSS by LOUIS ARGER or of employment at the Star and Garter on South State Street in Chicago.

[redacted] a Chicago Police Department detective, has previously been reported by informants to be very close to LOUIS ARGER. Informants have also advised that [redacted] spent some time on ARGER's boat during the summer of 1964.

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[redacted] Auto Registration Section, Secretary of State, Springfield, Illinois, advised on November 2, 1964, that 1964 Illinois license [redacted] was issued February 10, 1964, to [redacted] for a 1963 Ford Galaxie 500 XL Sport hard top, VIN [redacted] and 1964 Illinois license [redacted] was issued February 10, 1964, to [redacted] same address for homemade boat trailer, VIN [redacted]

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[redacted] also advised that 1964 Illinois license [redacted] was issued February 10, 1964, to [redacted] for a 1962 Buick, four-door, hard top, VIN [redacted]

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On December 10, 1964, a 1962 white Buick with 1964 Illinois license [redacted] was observed parked in front of ARGER's residence at 6128 North Keating. This automobile remained at ARGER's residence from 2:45 p.m. until 3:50 p.m. on that date.

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On December 18, 1964, SAs PETROS A. KOTSOIS and [redacted] observed a silver Thunderbird with Illinois license number [redacted] (1965) parked in front of the Crossroads Restaurant at 400 South State Street in Chicago. Directly behind this car was ARGER's 1964 Pontiac with Illinois

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license [redacted] The Thunderbird had a Chicago Police Department card on the dashboard, and also had a sticker for the "American Power Boat Association", number [redacted] When this individual approached his car, he was contacted by the agents and identified himself as [redacted] of the Chicago Police Department Bomb and Arson Squad. He stated that he is acquainted with LOUIS ARGER and that he was not on official business at the time.

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File

III. ACTIVITIES

CG T-3 advised in November, 1964, that LOUIS ARGER, owner of the Chez Dot and Holiday Lounge, both strip shows, has stated that if he does not get back his license to operate the Chez Dot, he will attempt to open it as an arcade. ARGER also plans to open the former Crossroads Restaurant and the arcade located next door to it as burlesque shows.

CG T-4 advised in November, 1964, that ARGER is not seen in the South State Street and South Wabash area since the closing down of many of the strip shows in that area. ARGER has a "flunky" named [redacted] who has recently been observed as a [redacted] at the 606 Club on South Wabash and at the Club Rouge.

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On November 9, 1964, [redacted] was contacted near her residence, [redacted] by SA [redacted] and the writer. She furnished the following information:

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She resides at the above address with her husband and two children, residence telephone [redacted] and is employed as a [redacted] located in the Furniture Mart. She is originally from [redacted] and several years ago, she became a [redacted] in a

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